

## Principles of Economics Icom Part 1 English Medium Online Test

Sr	Questions	Answers Choice
1	Which one of the following is included in balance of trade	A. Visible goods B. Invisible goods C. Visible & D. All the three
2	Who did name economics as science of satisfying unlimited wants with limited means	A. Marshal B. Adam Smith C. Robbins D. Pigou
3	When total utility is decreasing, marginal utility is	A. Zero B. Positive C. Negative D. Maximum
4	Under monopoly the price is always equal to:	A. AR B. MR C. MC D. AVC
5	Barter economy means the economy in which no good is generally accepted and goods are exchanged with goods. This definition is stated by the	A. Prof Marshall B. Stanlay Fisher C. Culberon D. Walker
6	The sector of production, in which nature and human beings play an equal role, there is applicable	A. Law of decreasing return B. Law of decreasing cost C. Law of increasing return D. Law of constant return
7	What can a firm do in the short run	A. Firm can increase its plants B. Firm can expand its building C. New firm can not enter the business D. New firm can enter the business
8	At least one factor is fixed in:	A. Market period B. Long period C. Short period D. All of three
9	Immortal factor production is	A. Land B. Labour C. Capital D. Organization
10	When total production is maximum, marginal product is:	A. Positive B. Negative C. Zero D. Infinite
11	If there are large number of firms in some particular industry, then situation is called	A. Perfect competition B. Imperfect competition C. Monopoly D. Monopolistic competition
12	Slope of demand curve of exceptions of law of demand is	A. Negative B. Positive C. Zero D. Fixed
13	Which is the Demand Curve of a frim	A. Average Revenue Curve B. Marginal Revenue Curve C. Total Revenue Curve D. Average cost curve
14	Total number of canons of taxation stated by different economists is	A. Seven B. Nine C. Eleven D. Twelve
15	Which laws are definite and universal	A. Economic laws B. Moral laws C. State laws

		D. Scientific laws
16	Kinds of supply according to period of time are	A. Two B. Three C. Four D. Five
17	When no satisfaction is attained by the consumption of a commodity, its marginal utility is	A. Zero B. Positive C. Negative D. Minimum
18	What is deducted from the GNP to get GDP	A. Depreciation allowances     B. Net income received from abroad     C. Indirect tax     D. Transnfer payments
19	Unity method to measure elasticity of supply is presented by	A. Adam Smith B. Robbins C. Marshall D. Faruson
20	The costs which a firm bear only in case of producing commodities	A. Fixed costs     B. Variable costs     C. Total costs     D. Average fixed cost